COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
KIRKSVILLE WATER ASSOCIATION, INC.) CASE NO. 94-052

ORDER

On February 3, 1994, Kirksville Water Association, Inc. ("Kirksville") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

- Kirksville purchases water from Richmond Water, Gas and Sewerage Works ("Richmond").
- 2. Effective January 1, 1994, Richmond will increase its rates for wholesale water from \$1.50 per cubic feet to \$1.54 per cubic feet. Based on an average monthly usage of 5,000 gallons, monthly bills to Kirksville's customers will increase from \$28.00 to \$28.30, an increase of 1.07 percent.
- 3. Kirksville proposed to increase the rates to its customers effective April 1, 1994.
- 4. During the 12 months ending November 30, 1993, Kirksville purchased 81,356,946 gallons of water and sold 62,146,986 gallons.

- 5. Kirksville's calculations are correct and show an increase in purchased water cost of \$3,837.59, resulting in a purchased water adjustment of 6 cents per 1,000 gallons.
- 6. The purchased water adjustment of 6 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of 6 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after April 1, 1994.
 - 2. Kirksville's proposed tariff is approved.
- 3. Within 30 days of the date of this Order, Kirksville shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 7th day of March, 1994.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 94-052 DATED March 7, 1994

The following rates and charges are prescribed for the customers in the area served by Kirksville Water Association, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Rates:

First	2,000	gallons	\$11.62	(Mi	nimum I	3ill)
Next	3,000	gallons	5.56	per	1,000	gallons
Next	5,000	gallons	4.51	per	1,000	gallons
Over	10,000	gallons	3.51	per	1,000	gallons